

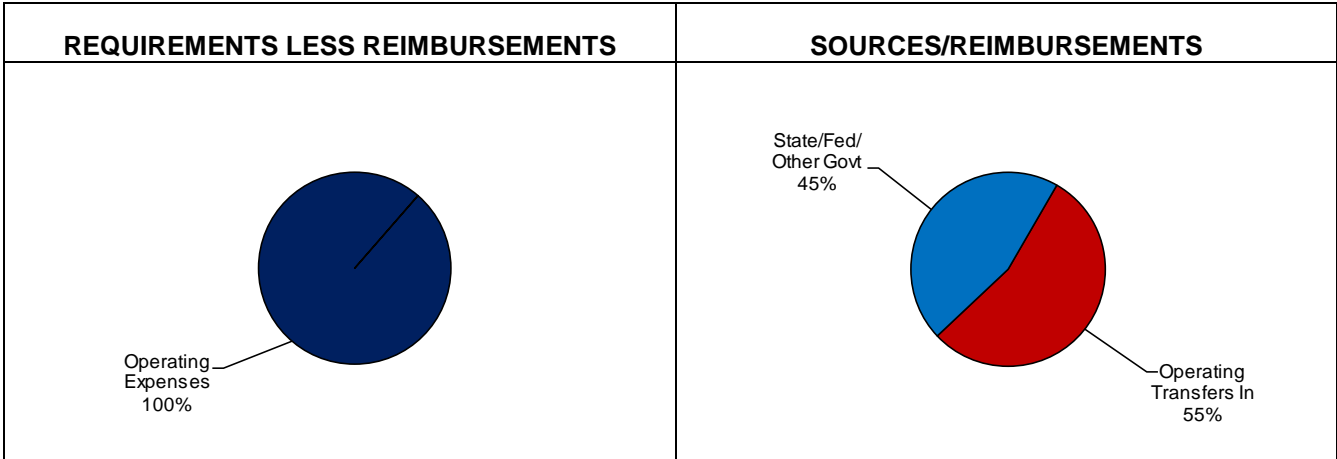
# Medical Center Lease Payments

## DESCRIPTION OF MAJOR SERVICES

This budget unit funds the cost of long-term lease payments to the Inland Empire Public Facilities Corporation for the Arrowhead Regional Medical Center (ARMC) facility. Funding sources include state revenues from the Construction Renovation/Reimbursement Program (SB 1732). This program provides supplemental reimbursement for construction, renovation, or replacement of medical facilities or fixed equipment. Other funding sources are operating transfers from ARMC consisting of Medicare and fee for service revenues, and operating transfers from the general fund backed by Health Realignment revenues and tobacco settlement proceeds.

Budget at a Glance	
Requirements Less Reimbursements	\$41,629,997
Sources/Reimbursements	\$41,629,997
Use of / (Contribution To) Net Position	\$0
Total Staff	0

## 2015-16 RECOMMENDED BUDGET



## ANALYSIS OF 2015-16 RECOMMENDED BUDGET

GROUP: Arrowhead Regional Medical Center  
DEPARTMENT: Arrowhead Regional Medical Center  
FUND: Medical Center Lease Payments

BUDGET UNIT: EMD JPL  
FUNCTION: General  
ACTIVITY: Property Management

	2011-12 Actual	2012-13 Actual	2013-14 Actual	2014-15 Estimate	2014-15 Modified Budget	2015-16 Recommended Budget	Change From 2014-15 Modified Budget
<b>Requirements</b>							
Staffing Expenses	0	0	0	0	0	0	0
Operating Expenses	41,526,830	41,657,396	42,279,632	41,619,413	42,049,251	41,629,997	(419,254)
Capital Expenditures	0	0	0	0	0	0	0
Total Exp Authority	41,526,830	41,657,396	42,279,632	41,619,413	42,049,251	41,629,997	(419,254)
Reimbursements	0	0	0	0	0	0	0
Total Appropriation	41,526,830	41,657,396	42,279,632	41,619,413	42,049,251	41,629,997	(419,254)
Operating Transfers Out	0	0	0	0	0	0	0
Total Requirements	41,526,830	41,657,396	42,279,632	41,619,413	42,049,251	41,629,997	(419,254)
<b>Sources</b>							
Taxes	0	0	0	0	0	0	0
Realignment	0	0	0	0	0	0	0
State, Fed or Gov't Aid	18,820,181	18,901,369	21,247,253	16,501,273	18,877,576	18,890,122	12,546
Fee/Rate	0	0	0	0	0	0	0
Other Revenue	0	769,768	2,887	0	0	0	0
Total Revenue	18,820,181	19,671,137	21,250,141	16,501,273	18,877,576	18,890,122	12,546
Operating Transfers In	22,706,649	21,986,259	21,029,491	25,118,140	23,171,675	22,739,875	(431,800)
Total Sources	41,526,830	41,657,396	42,279,632	41,619,413	42,049,251	41,629,997	(419,254)
<b>Net Position</b>							
Use of/ (Contribution to) Net Position	0	0	0	0	0	0	0
Est. Net Position Available					0	0	0
Total Net Position					0	0	0
Budgeted Staffing*	0	0	0	0	0	0	0

\*Data represents modified budgeted staffing

## MAJOR EXPENDITURES AND REVENUE IN 2015-16 RECOMMENDED BUDGET

Operating expenses of \$41.6 million represent lease payments and associated fees and expenses.

State, federal, or government aid revenue of \$18.9 million is from the State's Construction Renovation/Reimbursement Program (SB 1732). The amount reimbursed by the State depends on the allowable portion of the lease payments multiplied by a rate that is calculated by the State every year. The rate fluctuates based on actual Medi-Cal inpatient days paid to ARMC.

Operating transfers in of \$22.7 million are funded by \$10.7 million of Tobacco Master Settlement Agreement monies, \$4.0 million of Health Realignment funds, and \$8.0 million in revenues anticipated to be generated by ARMC.

## BUDGET CHANGES AND OPERATIONAL IMPACT

Requirements are decreasing by \$419,254 primarily due to reduced audit costs and lower lease costs, which results in a reduction of sources needed to meet requirements.

## ANALYSIS OF NET POSITION

There is no use of net position associated with this budget unit.

## STAFFING CHANGES AND OPERATIONAL IMPACT

There is no staffing associated with this budget unit.

